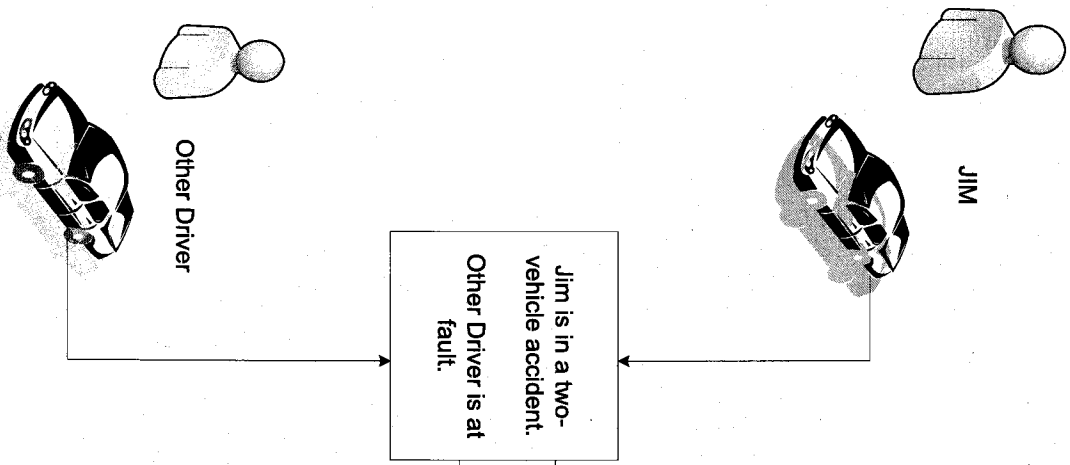


EXAMPLES OF HB 555 APPLICATION

1. Jim is involved in a single vehicle accident. He was at fault. He incurred \$15,000 in medical bills for his physical injuries. His auto insurer paid its med pay limits of \$5,000. The remaining \$10,000 is covered by his individual policy with BCBSMT. In applying HB 555, BCBSMT credits Jim's co-pay and deductible with the \$5,000 paid by his auto insurer, and, under its contract, pays the balance of allowed medical expenses.
2. Jim is involved in a two-vehicle accident. He was at fault. Jim incurred \$15,000 in medical bills for his physical injuries. He has \$5,000 in med pay limits with his auto carrier. In applying provisions of HB 555, BCBSMT credits Jim's co-pay and deductible with the \$5,000 available by his auto insurer, and, under its contract, pays the balance of Jim's allowed medical expenses.
3. Jim is involved in a two-vehicle accident. It is unknown who was at fault. Steve incurred \$15,000 in medical bills for his physical injuries. His auto insurer paid its med pay limits of \$5,000. The remaining \$10,000 is covered by his individual policy with BCBSMT. In applying the auto exclusion, BCBSMT credits Jim's co-pay and deductible with the \$5,000 paid by his auto insurer, and, under its contract, pays the balance of Jim's allowed medical expenses.
4. Jim is involved in a two-vehicle accident. The other driver was at fault. Jim incurred \$15,000 in medical bills for his physical injuries. His auto insurer paid its med pay limits of \$5,000. The responsible driver's auto insurer paid the remaining \$10,000 of Jim's medical expenses. Under HB 555, BCBSMT does not pay any medical expenses but must credited Jim's annual co-pay and deductible with the \$15,000 paid by the two auto insurers.
5. Jim is involved in a two-vehicle accident. The other driver was at fault. Jim incurred \$100,000.00 in medical bills for his physical injuries. His auto insurer paid its med pay limits of \$5,000. The responsible driver's auto insurer paid its policy limits of \$25,000.00 to various health care providers. BCBSMT pays the remaining \$70,000.00 of Jim's allowed medical expenses and credited Jim's annual co-pay and deductible with the \$30,000 paid by the two auto insurers.
6. Jim is involved in a two-vehicle accident. The other driver was at fault. Jim incurred \$100,000.00 in medical bills for his physical injuries. His auto insurer paid its med pay limits of \$5,000. The responsible driver's auto insurer is directed not to pay any portion of its liability limits of \$25,000.00 to any health care providers. BCBSMT pays the remaining \$95,000.00 of Jim's allowed medical expenses and credits Jim's co-pay and deductible with the \$5,000 paid by his med pay coverage. The responsible driver's auto insurer's liability limits are available for Jim and not subject to HB 555.



Costs Incurred due to Accident

Health Care Providers

Jim incurred **\$100,000.00** in medical bills for physical injuries from accident.

Jim's auto insurance pays **\$5,000** medical payments limit.

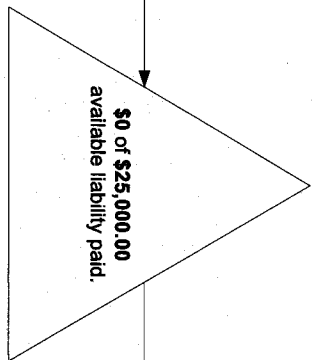
Health Insurance

Health insurer pays remaining **\$95,000.00** of Jim's allowed medical expenses and credits Jim's co-pay deductible with the **\$5,000.00** paid by his med pay coverage.

Action taken by Auto Insurance

Auto Insurer

The responsible driver's auto insurer is directed not to pay any portion of its liability limits to any health care providers.
Liability Limit: \$25,000.00



\$25,000.00 of liability limits still available for lost wages, pain and suffering, etc.

* HB 555 does not prevent a medical provider from exercising its legal rights under 71-3-1114, MCA.